

**CIGARETTE WHOLESALER FLOOR STOCK TAX RETURN**

<b>DUE ON OR BEFORE</b>	
[ <b>FOID</b> ]	YOUR ACCOUNT NO. <b>CFW</b>

BOARD OF EQUALIZATION  
SPECIAL TAXES AND FEES  
PO BOX 942879  
SACRAMENTO CA 94279-2074

BOE USE ONLY		
RA-B/A	AUD	REG
RR-QS	FILE	REF
EFF		

**READ INSTRUCTIONS  
BEFORE PREPARING**

**GENERAL**

Proposition 56 increased the cigarette tax stamp rate from \$0.87 to \$2.87 per pack of 20 cigarettes. As a cigarette wholesaler in California, you are required to report and pay a cigarette floor stock tax on cigarettes in your possession or under your control at 12:01 a.m., on April 1, 2017.

**NOTE:** The floor stock tax **does NOT** apply to little cigars. **Do NOT** include packages of little cigars in your inventory count.

<input type="checkbox"/> <b>CHECK HERE IF YOU ARE ALSO A RETAILER. ACCOUNT NUMBER(S):</b> <u>CFR</u>
If you are also a retailer, you must report both your retail and wholesale cigarette stock and pay the floor stock tax on this tax return.

**CIGARETTE WHOLESALER FLOOR STOCK TAX LIABILITY**

	A NUMBER OF PACKS	B RATE	C TAX (columns A x B)		D TOTAL
1. Number of individual packs of 10 cigarettes		\$	\$	1.	
2. Number of individual packs of 20 cigarettes		\$	\$	2.	
3. Number of individual packs of 25 cigarettes		\$	\$	3.	
4. <b>TOTAL AMOUNT OF FLOOR STOCK TAX DUE</b> (add lines 1C through 3C)				4.	\$
5. <b>PENALTY</b> [If your tax payment is made, or your return is filed, after the due date shown above, multiply line 4D by 10% (0.10)]				5.	\$
6. <b>INTEREST</b> One month's interest is due on tax for each month or fraction of a month that payment is delayed after the due date. The adjusted monthly interest rate is <a href="#">Interest Rate Calculator</a>				6.	\$
7. <b>TOTAL AMOUNT DUE AND PAYABLE</b> (add lines 4D, 5D, and 6D)				7.	\$

<i>I hereby certify that this return, including any accompanying schedules and statements, has been examined by me and to the best of my knowledge and belief is a true, correct, and complete return.</i>		EMAIL ADDRESS	
SIGNATURE	PRINT NAME AND TITLE	TELEPHONE (     )	DATE

**Payments:** To make your payment online, go to the BOE website at [www.boe.ca.gov](http://www.boe.ca.gov) and select the "Make a Payment" tab. You can also pay by credit card on the website, or by calling 1-855-292-8931. If you are paying by credit card, a service fee will apply. If paying by check or money order, be sure to include your account number.



## INSTRUCTIONS

### CIGARETTE WHOLESALER FLOOR STOCK TAX RETURN

#### FILING REQUIREMENTS

Section 30130.52(a) of the California Healthcare, Research and Prevention Tobacco Tax Act of 2016 (Proposition 56) requires every licensed cigarette dealer (retailer) and wholesaler to pay a cigarette floor stock tax for each cigarette in its possession or under its control as of 12:01 a.m., on April 1, 2017. The retailer and wholesaler must file a return and pay any taxes due to the State Board of Equalization on or before July 1, 2017.

If you are a wholesaler and a retailer, you must report both your wholesale and retail cigarette stock on the cigarette wholesaler floor stock tax return for each business location. You must check the box on the front of this return to indicate that you are also a retailer and are also reporting and paying the floor stock tax for your retail cigarette stock as well as your wholesale cigarette stock on this tax return. However, you are still required to file the cigarette dealer (retailer) floor stock tax return and indicate that you are reporting and paying all cigarette floor stock taxes on this cigarette wholesaler floor stock tax return.

Accounting records of your stamped packages of cigarettes reported as in your possession or under your control as of 12:01 a.m. on April 1, 2017, must be maintained on physical inventory count sheets and kept with your copy of the return.

*Note:* Every dealer (retailer) operating vending machines through which they sell cigarettes must include in their floor stock tax return the stock of cigarettes in their possession or under their control including cigarettes in the vending machines.

**The floor stock tax does not apply to little cigars. Do not include packages of product labeled as little cigars in your inventory count.** Little cigars are no longer considered cigarettes and will be considered tobacco products effective April 1, 2017. Proposition 56 expanded the definition of "Tobacco Products" to include products labeled as little cigars under federal regulation (27 C.F.R. section 40.214 (2006) and the federal Cigarette Labeling and Advertising Act (15 U.S.C. section 1331 et seq.)). This means little cigars no longer require cigarette tax stamps beginning April 1, 2017.

#### DEFINITIONS

**Cigarette** means any roll for smoking, made wholly or in part of tobacco, irrespective of size or shape and irrespective of whether the tobacco is flavored, adulterated or mixed with any other ingredient, where such roll has a wrapper or cover made of paper or any other material, except where such wrapper is wholly or in the greater part made of tobacco and such roll weighs over three pounds per thousand sticks (Revenue and Taxation Code section 30003).

**Wholesaler** includes any person, other than a licensed distributor, who engages in this state in making sales for resale of cigarettes that are contained in packages to which are affixed stamps or meter impressions (Revenue and Taxation Code section 30016).

#### RETURN INSTRUCTIONS

**General** Report the number of packs of cigarettes in your possession or under your control as of 12:01 a.m. on April 1, 2017.

**Line 1A** **Number of packs of 10 cigarettes.** Enter the total number of individual packs of 10 cigarettes on line 1A.

**Line 1C** **Floor Stock Tax for packs of 10 cigarettes.** Multiply line 1A by line 1B. Enter the result on line 1C.

**Line 2A** **Number of packs of 20 cigarettes.** Enter the total number of individual packs of 20 cigarettes on line 2A.

**Line 2C** **Floor Stock Tax for packs of 20 cigarettes.** Multiply line 2A by line 2B. Enter the result on line 2C.

**Line 3A** **Number of packs of 25 cigarettes.** Enter the total number of individual packs of 25 cigarettes on line 3A.

**Line 3C** **Floor Stock Tax for packs of 25 cigarettes.** Multiply line 3A by line 3B. Enter the result on line 3C.

**Line 4D** **Total Amount of Floor Stock Tax Due.** Add lines 1C, 2C, and 3C. Enter the result on line 4D.

**Line 5D** **Penalty.** If your return and/or tax payment is filed after the due date shown at the top of this return, a 10 percent (0.10) penalty is due. Multiply line 4D by 10 percent (0.10) and enter the result on line 5D.

**Line 6D** **Interest.** If your tax payment is made after the due date shown at the top of the return, you must pay interest charges. The adjusted monthly interest rate is shown on line 6 of this return. (You will owe one month's interest for each month or portion of a month the payment is overdue. For example, if your payment is one month and two weeks overdue, you owe two months' interest.) Multiply line 4D by the interest rate shown on line 6 for one month's interest. Then, multiply the result by the number of months the return is late. Enter the result on line 6D.

**Line 7D** **Total Amount Due and Payable.** Add lines 4D, 5D, and 6D. Enter the total amount on line 7D.

#### Sign and Mail Your Return

Make check or money order payable to State Board of Equalization. Always write your account number on your check or money order. Make a copy of this document for your records. Mail your return and payment in the envelope provided, making sure the BOE's address shows through the window.

If you need additional information, please contact the State Board of Equalization, Special Taxes and Fees, P.O. Box 942879, Sacramento, CA 94279-0088. You may also visit the BOE website at [www.boe.ca.gov](http://www.boe.ca.gov) or call the Customer Service Center at 1-800-400-7115 (TTY:711); from the main menu, select the option Special Taxes and Fees. Customer service representatives are available weekdays from 8:00 a.m. to 5:00 p.m. (Pacific time), except state holidays.